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**HAMBURG, May 9 (Reuters).**—Shipping was brought to a brief standstill today when a 500-pound British bomb was found in Hamburg harbor. Police said the World War II bomb was brought up from the harbor bed by a dredger. Experts defused the bomb.





IN PRIVATO—One of the huge statues in the Fountain of the Four Rivers in Piazza Navona, Rome, is surrounded by a straw mat during restoration work.

### Giscard, Mitterrand Seek Gaullist Votes

## French Polls Split on Presidential Victor

By Jonathan C. Randall

PARIS, May 9 (UPI).—The neck-and-neck nature of the May 19 presidential runoff race was underlined today when within 24 hours two respected public opinion polls picked different winners—albeit by tiny margins.

For the first time since Sunday's first-round vote, a poll—published in tomorrow's edition of the rightist newspaper *L'Aurore*—showed united-left candidate François Mitterrand narrowly defeating Finance Minister Valéry Giscard d'Estaing, 51 percent to 49 percent.

The poll, carried out Tuesday and yesterday, contrasted with the same firm's straw vote Monday which showed Mr. Giscard d'Estaing with 50.4 percent of the runoff vote to Mr. Mitterrand's 49.6 percent.

A poll in today's edition of the conservative newspaper *Le Figaro* showed the finance minister favored by 51 percent against 49 percent for Mr. Mitterrand.

On the eve of what is expected to be a crucial nationwide television debate, both remaining candidates sought to outdo each other in attracting the vital support of the 15 percent of the electorate who voted for the now-eliminated Gaullist champion, Jacques Chaban-Delmas.

Ultra-Gaullist Foreign Minister Michel Jobert's rallying to Mr. Giscard d'Estaing was offset by continuing Communist claims that Gaullists and Communists have more in common with each other than with the finance minister's conservatism.

The fishing expedition for Gaullist support took place against the background of the French Communists' continuing anger with Soviet Ambassador Stepan Tchervonenko for having visited Mr. Giscard d'Estaing Tuesday.

A Socialist party spokesman today kept the issue alive by saying that the visit "could have been avoided," in an indirect allusion to fears the meeting would be interpreted as constituting Kremlin backing for Mr. Giscard d'Estaing. The French Communist party Politburo took the unprecedented step yesterday of denouncing the ambassador's initiative as "regrettable" and "unfriendly."

Anti-Mitterrand politicians have also taken to pointing to the West German spy case as an object lesson of what happens when Socialists are betrayed by Communists.

Despite the close nature of the runoff race, the latest poll published in the newspaper *Le Figaro* showed that 53 percent of those questioned believed Mr. Giscard d'Estaing would win. Only 30 percent thought Mr. Mitterrand would win and the rest were undecided.

**Giscard Shirts in Demand**  
PARIS, May 9 (Reuters).—Presidential candidate Valéry Giscard d'Estaing is doing well in shirts. More than 50,000 white T-shirts inscribed "Giscard at the Helm" have been sold and the makers have started producing them in other colors.

### Anna Moffo 'Votes' Early

## Pope, Communists, Soprano Comment on Divorce Issue

ROME, May 9 (UPI).—The Pope and the Communists got in what may be their last words on divorce today. Soprano Anna Moffo simply filed for a divorce before it was too late.

Sound trucks blaring "yes" and "no" and a sea of leaflets urging one or the other choice inundated Rome as voting neared in the national referendum on whether to repeal Italy's three-year-old divorce law. The voting will be held Sunday and Monday.

In the Piazza di Spagna, an elderly lady and two young girls

### Poll Sees Whitlam Winning in Australia

SYDNEY, May 9 (AP).—An opinion poll predicted today that Prime Minister Gough Whitlam's Labor party will win the May 18 national elections by a slim margin.

The poll surprised political commentators, who were predicting a Labor defeat. Mr. Whitlam's party got the support of 51.5 percent of the 1,600 voters queried to 49.5 percent for the Liberal-Country party coalition, headed by Billy Snedden. Fifty-six percent expressed satisfaction with Mr. Whitlam's performance as prime minister, a rise of 6 percent since October.

The Italian Bishops Conference has entered the divorce campaign in full force. Giuseppe Cardinal Siri said in his Easter sermon that Catholics who voted against repeal of divorce risked going to hell.

The Vatican, the dominant Christian Democratic and the neo-Fascist Italian Social Movement jointly support the attempt to maintain the status quo. Every other party, including the Christian Democrats' coalition partners, opposes repeal of the law.

Former Italian President Giuseppe Saragat said in a statement today that the referendum also presents a question of principle on division of church and state.

"The problem is whether the state should exercise its sovereign authority as we think and as the parliament and constitutional court have decided or whether (the state) will be deprived of such authority, leaving the church to arbitrate," Mr. Saragat said.

handed out leaflets supporting the divorce law along with fresh red carnations. Sunday is Mother's Day in Italy and by custom children give flowers to their mothers.

Communist party chairman Enrico Berlinguer held a rally in front of Pope Paul VI's cathedral church, St. John Lateran, to exhort his faithful to vote "no" on the question of whether to repeal divorce.

**'Full Adhesion'**  
The Pontiff visited the new headquarters of the Italian Bishops' Conference today and expressed "full adhesion" to the hierarchy's anti-divorce campaign.

"We cannot at this time keep silent about our full adhesion to the position taken—out of fidelity to the Gospel and the constant teaching of the universal church—by the Italian episcopate under the present circumstances for the defense and religious, moral, civil, social and juridical promotion of the family," the Pope said.

American-born soprano Anna Moffo took advantage of what could be the last hours of Italy's first divorce law since the Napoleonic era by filing for a divorce from her estranged husband, director-producer Mario Lanfranchi. But a judge put off a hearing until May 30, which could mean no divorce.

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An Indian camps at New Delhi station after her train was canceled because of the nationwide railway strike.

### For Jailing Union Leaders

## Indian Government Assailed For Handling of Rail Strike

By Bernard Weinraub

NEW DELHI, May 9 (UPI).—The Indian government, under heavy strain because of the nationwide railroad strike, was sharply criticized today for its handling of the walkout.

Opposition politicians and the press made angry allegations against the government, saying that the continuing arrests of union leaders and railroad workers was a blunder that has only sharpened the resentments among tens of thousands of workers.

The nationwide strike, which began at dawn yesterday, was marked today by claims and counterclaims. Although Bombay, Calcutta and New Delhi were seriously affected, freight and passenger movements continued around the nation. Such key cities as Bangalore, Lucknow, Chandigarh and Madras were served by freight trains, most of them under security guard.

**India's Lifeline**  
Because the railroads are India's lifeline, a long-term disruption of service could cripple the nation of 770 million. The railroad system here—the fourth largest in the world and the largest in Asia—carried 70 percent of the nation's freight, including food, and 50 percent of passenger traffic.

At a news briefing tonight, M. N. Berry, chairman of the Railway Board, the administering agency, repeatedly expressed optimism about passenger and freight operations and said that "numerous" men had returned to work. During the day, he said, only 8 percent of the men and women on railroad rosters had failed to show up. The figure seems extraordinarily low, however, in the face of the mass disruptions.

At this point, no negotiations are taking place between the government and the railroad unions, which are demanding that the current salaries of all employees be doubled. They also want an annual bonus equal to 15 days' pay. Railroad salaries vary from about \$26 to \$150 a month.

L. N. Mishra, the Railway Min-

ister, has refused to sit down with union leaders until the strike is called off. In a countermove last week, Mr. Mishra ordered the arrests under emergency orders of union officials, including George Fernandes, head of the All India Federation of Labor Unions, which has 10 unions affiliated with it. Present, more than 6,000 men and women have been placed in detention.

## Soviet Jews Plan Seminar For Scientists

By Hedrick Smith

MOSCOW, May 9 (UPI).—Nineteen Soviet Jewish scientists today disclosed plans to hold an unofficial international scientific seminar in Moscow in July, which scores of Soviet and foreign scientists, including Nobel laureates, have been invited.

The local organizers said the primary objective is to maintain the scientific competence of Jews caught in the emigration squeeze and excluded from pursuing their careers in the official world of Soviet science.

But the secret police have reportedly warned at least one organizer that authorities consider the plans for the seminar "a provocation."

**Academy's Anniversary**  
Some Soviet intellectuals have suggested that this unofficial seminar may have been a factor in the recent surprise decision to postpone the 50th anniversary celebrations of the Soviet Academy of Sciences.

Local Jewish organizers had planned to meet with foreign sponsors of the seminar, including eight Nobel Prize winners, from the United States and Britain, during the academy celebrations which had been scheduled for mid-May but which have now been indefinitely postponed.

Officially, Soviet authorities said the delay was caused by the proximity of the Soviet elections June 16, but so little public evidence was given to this explanation that the Soviet press has stopped using it.

**President Ill**  
Some Western diplomats suspect the postponement may have been caused by the continuing ill health of Mikhail Gorbachev, the academy president. Others have said that Moscow may also have been troubled by the project of possible protests by international scientists over the right of expression of such Soviet free-thinkers as Andrei Sakharov, the nuclear physicist. The problems of Jewish scientists whose applications for emigration in Israel have been rejected and who have been fired from their jobs and banned from participating in official scientific functions ever since they applied to emigrate may also have affected the decision.

## Talks in Bonn On Cabinet

(Continued from Page 1)

**'Pure Invention'**  
Meanwhile, government spokesmen Armin Gruenewald denied as "pure invention" a report yesterday by the pro-opposition *Siegen* magazine that the illustrated magazine had threatened to blackmail Mr. Brandt about an alleged hush-money payment to a woman acquaintance.

Holger Boerner, business manager of the Social Democratic party described reports linking Mr. Brandt's resignation with rumors about his personal life as "infamous distortions."

As the coalition parties prepared to bargain on composition of the new government, there was speculation that Mr. Schmidt's cabinet would be streamlined by eliminating some of the 18 portfolios.

Two ministers, Lauritz Lauritzen of Transportation and Horst Schmoke of Post and Technology, have taken themselves out of the running for the new cabinet.

Interior Minister Hans Dietrich Genscher is expected to become foreign minister, replacing Mr. Scheel.

Mr. Scheel has been nominated to replace Gustav Heinemann as federal president in a parliamentary election Wednesday. This move had been planned for months before Mr. Brandt's resignation.

## Morocco Ends Pullout Of Troops in Egypt

BEIRUT, May 9 (UPI).—The second and last group of the 2,000 troops Morocco sent to Egypt during the October Arab-Israeli war, returned to Morocco Monday, the Israeli News Agency reported from Rabat. The first contingent returned April 30.

Morocco decided to withdraw its contingent when the Egyptian government signed a separation-of-forces agreement with Israel on Jan. 18. Arab forces from Tunisia, Algeria, the Sudan and Kuwait are still stationed on the Suez Canal.

### Truce Bid Seen in Doubt

## Portuguese Army's Goals Seem Doomed in Mozambique

By Henry Kamm

LOURENCO MARQUES, Mozambique (UPI).—This capital of Portuguese Mozambique has been humming with political talk since the coup in Lisbon that ended nearly 50 years of political silence. But the discussion here is not about how to create a democratic government in Portugal. The question here is how Portugal can continue to govern all in this African land. There has been no answer from Lisbon.

The junta has said only that there should be a cease-fire and that the Mozambique Liberation Front should lay down the arms with which it has been fighting a guerrilla war for a decade and participate as a political party in the new democratic life of this so-called overseas province.

The invitation strikes observers here as an unacceptable demand. It reminded the diplomat with long experience in Vietnam of Saigon's constant proposal to the Viet Cong to abandon the war and enter politics under Saigon's rules.

The diplomat noted that the Portuguese army intends to keep its arms and the Portuguese government intends to supervise the vote that is eventually to be held on the future of Mozambique.

**Too Early**  
Military officers here in touch with the flow of instructions from Lisbon said it is too early for contacts to have been made between representatives of Portugal's new leadership and Frelimo, the rebel organization. Frelimo's command structure, controlling about 10,000 guerrilla fighters, is based in Tanzania.

The officers foresee no significant change in the war here for at least several months. The rebels have forced Portugal to commit 60,000 troops merely to keep the guerrillas from expanding their hold in the north of the country and to minimize the number of raids on villages and ambushes on highways and railroad lines.

If, as is expected, Frelimo rejects a political settlement, Portuguese and diplomatic observers see a dilemma for Lisbon.

**No Middle Ground**  
On one hand, the army's growing disgust with a costly war that it says cannot be won militarily was a principal cause of its overthrow of the regime. On the other, the officers, who include officers who enthusiastically support the junta led by Gen. Antonio de Spínola, see no present middle ground between a Mozambique controlled by the army and one under guerrilla control. If Portugal wants to keep Mozambique from falling to the Communist-supported rebel movement, it is said, it has no choice but to continue the war while conditions for a political compromise are created and a non-violent force can be used to power the next step in this line of reasoning is whether the junta can remain in power without provoking a counter-coup if it continues the war that it does not itself believe in.

**Central Problem**  
The absence of middle ground between the Portuguese and the rebel armies is considered the central problem of the embryonic

political debate in Mozambique. No force exists that could act as a bridge.

So far, Lisbon has given no hint of what it might propose that could lead to negotiations with the rebels. Even under the humid torpor of Lourenço Marques, signs of nervousness are appearing. An army helicopter dropped leaflets Tuesday stressing the need for calm.

Some Portuguese are beginning to wonder whether the absence of concrete negotiable proposals may be a sign that the junta sees no way out of the dilemma of continued war or abandoning Mozambique to the rebels. And if Portugal cannot hold on here, it is asked, will South Africa and Rhodesia stand by while militant African nationalists take over from a colonial regime?

## Lisbon Talks Continue on New Regime

LISSBON, May 9 (Reuters).—Gen. Antonio de Spínola, head of the military junta, today continued political talks on the formation of a provisional government here to solve the crisis problem of Portugal's three African territories.

The junta has appealed to the guerrilla movements in the territories—Mozambique, Angola and Portuguese Guinea—to lay down their arms after 13 years of warfare and to enter into negotiations. It said the appeal represented a cease-fire offer.

Reaction by the guerrilla groups to the offer made two days ago has been generally guarded, although yesterday at least seven men were reported killed in Mozambique when African nationalists attacked a bus and a passenger train.

This was believed to have been the first guerrilla action in the East African territory since the military coup in Lisbon two weeks ago.

A junta spokesman suggested that it was still too early for the movements to respond to the cease-fire offer. If they disarmed, they would be treated in the same way as other political groups now emerging here after nearly 50 years of authoritarian rule, he said.

Gen. Spínola, who is virtually certain to be the next president, has held a series of discussions with leading political figures here on the appointment of a provisional government, which has been promised by the end of next week. This would lead to free general elections within a year for a constituent national assembly.

Gen. Spínola yesterday had another meeting with Prof. Adolfo da Palma Carlos, who has been tipped as one of the front-runners for the post of premier.

## Italian Town Is Told It Will Get Fiat Plant

BOLOGNA, Italy, May 9 (UPI).—The government promised today that Eboli would get an industrial plant after all and residents removed barricades that had blocked southern Italy's main railroad and superhighway for four days.

Residents of this poor town staged their four-day revolt on hearing the rival town of Avellino had been chosen as the site of a Fiat bus plant that would provide 3,000 jobs. But Premier Mariano Rumor, in a message from Rome today, said the Avellino plant was one of several under consideration and Eboli would get one, too.

## Russians Told 'Imperialists' Prepare War

MOSCOW, May 9 (AP).—The Soviet Union's deputy defense minister called today for maintenance of Soviet military might because "imperialist states" are preparing for another world war.

Speaking on nationwide television, First Deputy Minister Pavel Batitsky took note of the Kremlin's peaceful foreign policies but said that the nation's leaders are not ignoring the "complexities and contradictions in the international situation."

Without naming any Western nation, Marshal Batitsky said: "Imperialism has not laid down its weapons. The material attempts of imperialist states to prepare for a new world war are being continued and even increased."

The marshal addressed the country on the occasion of the national victory day holiday marking the 29th anniversary of the end of World War II.

**Soviet Armed Forces**  
The Soviet armed forces, he concluded, are "maintained at the presently required level and are ready to rebuff any aggressor."

A similar, although less sweeping warning, was leveled by Marshal Batitsky's superior, Marshal Andrei Grechko, Defense Minister and commander in chief of the armed forces, who attacked "aggressive circles of imperialism" rather than entire "imperialist states," which implies national leaders.

In his "order of the day," Marshal Grechko declared that these circles, "ignoring the lessons of history, are trying to hamper the establishment of a new political climate in the world and oppose détente."

## North Koreans Fire On Two U.S. Copters

SEOUL, May 9 (AP).—North Korean gunners fired on two U.S. helicopters from across the Demilitarized Zone today for the first time since 1968.

U.S. spokesmen said no crewmen were injured. South Korean Defense Ministry officials said one helicopter had to make an emergency landing after it was hit by anti-aircraft fire. The U.S. spokesman said the helicopters—an OH-58 observation craft and an AG-1C Cobra gunship—were on routine missions on the South Korean side of the DMZ.

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## In Gathering of Political Data

## White House Use of Tax Returns Probed

By Eileen Shanahan

WASHINGTON, May 9 (AP)—A new investigation into the relationship between the White House and the Internal Revenue Service has been launched. The probe is the latest in a series of inquiries into the use of tax returns as a source of political information.

Some of the information came from the edited transcripts of presidential conversations that were made public last week. For example, in a conversation March 27, 1973, H.R. Haldeman, then the White House chief of staff, warned President Nixon that a former Internal Revenue official who was later promoted to a position of prominence by the administration had been involved in a political intelligence operation of the White House.

The involvement "is a potential source of fascinating problems," Mr. Haldeman said.

The official, Vernon Acree, has denied that he was ever involved in political intelligence.

Other relatively new information, included various memoranda about tax matters that were made public a few weeks ago by Sen. Lowell Weicker Jr., R-Conn.

Among these was a memorandum to John Dean, the former White House counsel, from John Caulfield, a former White House employee, which included photocopies of the charitable deductions claimed for the three years 1968-70 by Lawrence Goldberg, who had just become the head of Jewish activities for the Committee for the Re-Election of the President.

Mr. Caulfield's memo notes that the pattern of contributions "portends an extremely heavy involvement in Jewish organizational activity."

"I don't wish to raise this issue again," the memo continued. "However, in my judgment, the attorney general [John Mitchell] should be discreetly made aware in this regard."

This memo is considered by some of the congressional investigators to be significant evidence of illegal use by the White House of confidential information on tax returns.

Several fronts

The inquiry into the use of the tax agency by the administration is going on several fronts. The Senate Watergate committee is still involved. So are the House Judiciary Committee and the congressional Joint Committee on Internal Revenue Taxation.

Donald Alexander, the present commissioner of internal revenue, who was not involved in any of the disputed actions that have come to light, as far as defense attorneys are concerned, has been asked to appear before the committee.

Whether the White House thought its requests for certain tax information were legal appeared doubtful in view of a conversation between Mr. Nixon and Dean on March 13, 1973.

In that talk, Dean explained that he had "sources" in the Internal Revenue to which he could go "and get what we need."

Mr. Nixon did not ask why Dean felt it necessary to go to special "sources," if the request for information were legal.

Among the many items of information from Internal Revenue that were received by the White House were the results of audits of eight entertainers who had been politically active.

The entertainers were all persons "whose economic condition is similar to that of John Wayne," a supporter of Mr. Nixon who had apparently complained to the White House about being audited.

The entertainers were Richard Boone, Sammy Davis Jr., Jerry Lewis, Peter Lawford, Fred May, Murray, Lucille Ball, Ronald Reagan and Frank Sinatra.

Mr. Caulfield forwarded the information to Dean together with an opinion that Mr. Wayne's complaint that he was being unfairly singled out "does not appear to be strong enough to pursue."

New Release Probe

MIAMI, May 9 (AP)—The revenue service has begun a new examination of the bank records of Mr. Nixon's friend Charles (Bebe) Rebozo, the Miami Herald said yesterday.

The newspaper quoted sources close to the investigation as saying it was expected to take about 10 days. The IRS in Miami said that it would have no comment on the reported investigation.

The secretary-general, who earns about \$48,000 a year, is elected for five years.

Mr. Kahn-Ackermann is expected to bring new dynamism to the council which languished last year under the impact of the more energetic enlarged European Economic Community, all of whose members belong to it.

In a debate on the council's future role in European affairs, parliamentarians here were consistently pessimistic, particularly because of the crisis in the nine-nation EEC caused by Italy's import restrictions.

Boyle Trial Witness Given 15-Year Term

PITTSBURGH, Pa., May 9 (AP)—William Turnblazer, 52, whose testimony led to the murder conviction of former United Mine Workers president W.A. (Tony) Boyle, was sentenced yesterday to 15 years in prison on federal conspiracy charges. He could be eligible for parole in five years.

Authorities said it was Turnblazer, former president of the UMW's Kentucky-Tennessee District 18, who supplied the information which led to the indictment against Boyle for murder of Joseph (Joe) Yablonski, his wife and daughter.



SCREENED IN — Doctors watch a film at an American Psychiatric Association meeting in Detroit showing a couple engaged in sexual activity. The film is for sale to professional groups, including social agencies and medical institutions.

## In Survey of Americans

## Military Ranked No. 1 U.S. Institution

By William Chapman

WASHINGTON, May 9 (WP)—Despite the bad name it got during the war in Vietnam, the U.S. military is now the most admired of American institutions, according to a public opinion survey.

The military ranked first among 15 public and private institutions in the survey conducted last fall by the Institute for Social Research at the University of Michigan.

Almost all other governmental institutions ranked near the bottom. President Nixon and his administration were rated lowest and the federal government, as a whole, was next to the bottom. The news media were in the middle rank, below the public schools but above the Supreme Court.

The survey asked 1,444 persons throughout the nation how and why they felt each of the institutions was doing for the country.

They answered by checking one of eight possible responses, ranging from "very poor" to "very good." The military averaged out to 5.5 on the scale.

Willard Rodgers, who directed the survey analysis, said the results indicated that the military is recovering from the bad image it received during the Vietnam war years.

The institute had conducted a number of surveys for the military to determine the causes of the reluctance of young men to join the new volunteer Army.

"The previous studies showed that one of the big problems of recruitment was the bad image the military got during that war," Mr. Rodgers said.

"One interpretation of this [the latest survey] is that there has been an improvement," he said. "The bottom of the ladder were Congress, state governments, the judicial system, local governments, the federal

government and the Nixon administration.

Among private institutions only labor unions ranked as low as did the various branches of government.

The institute's survey also turned up more evidence that the public is increasingly disenchanted with large corporations.

Their esteem has fallen significantly in the last quarter of a century. When the identical questions were asked of a national sample in 1950, 76 percent of the people said that the positive aspects of big business outweighed the bad.

Only 60 percent agreed with that in the survey last fall. Mr. Rodgers said that the comments in the latest survey showed that people were most concerned about the power big corporations wield over other institutions, particularly over the government.

Asked to rate the integrity of leaders of the various institutions, the public gave the lowest marks to labor union leaders. The Supreme Court was seen as the institution having the highest integrity.

## A Top Kissinger Aide Resigns, Reportedly in Disillusionment

WASHINGTON, May 9 (AP)—A top aide to Secretary of State Henry Kissinger resigned yesterday over what his associates said was his "despair" about the way Mr. Kissinger is running the State Department and dealing with the Pentagon.

William Donaldson, named in October to be under secretary of state for security assistance, would only say of his departure that "all I have to say at this time is that I'm leaving for personal and professional reasons."

A source close to Mr. Donaldson, however, explained that "Bill wasn't about to go up to Capitol Hill in a few weeks to justify a military aid bill that he didn't help to formulate."

A \$1.92-billion military aid bill, part of the overall \$5.18-billion foreign aid bill for the fiscal year beginning July 1, is pending in Congress.

Under the Foreign Assistance Act of 1971, Mr. Donaldson is supposed to be the prime policymaker and coordinator for military aid under the secretary of state.

The post of under secretary for security assistance was set up by the act under pressure from the White House. President Nixon, with the support of his assistant for national security at that time, Mr. Kissinger, argued to the Congress that military aid policy should be formulated by the State Department and not the Pentagon.

But associates of Mr. Donaldson maintain that Mr. Kissinger set most of the policy and military aid totals himself and allowed the Pentagon to do the rest, thus presenting Mr. Donaldson and his staff with an accomplished fact.

A State Department spokesman would only say that Mr. Donaldson was leaving "for personal reasons" and read Mr. Kissinger's letter of regret and understanding to Mr. Donaldson.

Another State Department source said, however, that Mr. Kissinger was "unhappy" with Mr. Donaldson. He specifically said that Mr. Kissinger felt that Mr. Donaldson had "fallen down" in the area of energy policy.

Another responsibility that Mr. Kissinger had asked the under secretary to assume.

But sources close to Mr. Donaldson

son said that he had been given no staff of his own to work on energy problems and had been cut out of the military aid picture altogether.

## \$24 Billion Given To Philanthropy In U.S. Last Year

NEW YORK, May 9 (AP)—Americans gave a record \$24.5 billion to philanthropic causes in 1973, an increase of \$2 billion, or 8.5 percent. The largest share went to religion.

The figures were issued today in the annual "Giving USA," report compiled by the American Association of Fund-Raising Councils.

Its chairman, Melvin Brewer, said the increased giving in the face of uncertain economic patterns demonstrates the "unique generosity" of Americans in voluntarily supporting institutions that give society "its strength and quality."

Of the total contributed, \$10.09 billion, or 41.1 percent, went to religious causes. However, religion's share has dwindled since 1964, when it was 49.4 percent, the report said. It noted that religious giving rose 8.9 percent in 1973, while overall giving rose 8.9 percent.

Other categories included: Health and hospitals, up 8.2 percent to \$3.98 billion; education, up 9.8 percent to \$3.92 billion; social welfare, up 9.3 percent to \$1.76 billion; arts, humanities and civic causes, up 16.9 percent to \$1.80 billion; and other classifications, up 10.8 percent to \$2.98 billion.

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## Suit on Nixon Staff Attacks Criticism of Tapes' Contents

WASHINGTON, May 9 (AP)—Jesuit priest on the White House staff said yesterday that the Watergate tapes disclose a "free of immorality" are "erect, unjust and contain elements of hypocrisy."

The Rev. John McLaughlin, in his comments at a news conference arranged by White House Communications Director in Clawson in an apparent attempt to counter rising criticism resulting from the recently released transcripts of White House conversations.

Senate Minority Leader Hugh H. "R-Pa." said earlier that transcripts reveal a "deplorable, disgusting and immoral performance... by each those who participated in the sessions. A cross-section of

glorious leaders said that the conversations reflected a "tempt for leaders and truth."

McLaughlin said that the transcripts do not aimed at Sen. Scott, whom he called a "venerable and dignified figure in American political life."

But he said that to criticize Mr. Nixon on moral grounds is "unjust... and politically tendentious" because, he added, Mr. Nixon's role in "ending world peace shows that he is a man of great moral

leadership."

The President is not a god on Mount Olympus," he said. "He is a human being with human imperfections like all of us."

He professed to be deleted from the transcripts of Mr. Nixon's conversations should be viewed as "a form of emotional drainage... a form of therapy, a form of release."

McLaughlin said that the transcripts show that Mr. Nixon never authorized any payments.

He said that the President's position on the matter with White House counsel John N. S. was part of a "chief executive's right to 'reasonably' exercise all options in conducting his office."

McLaughlin said that he



The Rev. John McLaughlin

opposed the original release of the tapes to the Watergate grand jury because he knew it would lead to continuing demands for access to presidential files. "It's like losing your virginity," he said. "The next time is a little easier."

## Impeachment Hearings Open

(Continued from Page 1)

aware of the growing criticism among Republican leaders and the conservative press but added, "He still realizes he has a personal and constitutional responsibility to defend the office of the presidency and work in years ahead for his goals."

Mr. St. Clair told newsmen as he entered the hearing room today that "I predict the President will not be impeached."

"This is an historic occasion," he added, "I'm glad we're getting on with it. I'm here to listen and observe."

Mr. Rodino, in his opening remarks, announced that Mr. St. Clair would be present throughout the hearings and after the initial phase is completed he will be given "the opportunity to respond to the presentation, orally or in writing, as determined by the committee."

Rep. Hutchinson, in his opening remarks, set forth the minority position on what constitutes an impeachable offense. He said that the standard imposed by the framers of the Constitution "is the finding of criminal culpability on the part of the President himself,

measured according to criminal law."

Committee Democrats have rejected this narrow definition, adopting the view that impeachable offenses need not also be criminal in nature but could be political, involving the violation of public trust.

Chief committee counsel John Doar and minority counsel Albert Jenner have adopted a position somewhere between the two, agreeing with the majority that an impeachable offense need not also be criminal, but adding that it must be a "substantial offense."

Mr. Rodino said that the next four sessions of the hearings will be closed while the committee hears evidence on the Watergate break-in and cover-up, one of six key areas that the chairman said would be probed. He predicted final consideration by mid-July, after which the findings would go to the full House.

The other major areas being considered include the use of federal agencies to further the election of the President, illegal campaign contributions, the President's personal taxes and the establishment of the "plumbers," the secret White House domestic espionage unit.

## European Council Elects German Socialist as Head

STRASBOURG, May 9 (Reuters)—The 17-nation Council of Europe has elected its first Socialist secretary-general, Georg Kahn-Ackermann of West Germany, a vice-president of the council's Parliamentary Assembly.

Mr. Kahn-Ackermann, 56, received nine votes more than incumbent Ludo Tassin-Sorling of Austria in a second-round ballot after a closely contested election yesterday.

The secretary-general, who earns about \$48,000 a year, is elected for five years.

Mr. Kahn-Ackermann is expected to bring new dynamism to the council which languished last year under the impact of the more energetic enlarged European Economic Community, all of whose members belong to it.

In a debate on the council's future role in European affairs, parliamentarians here were consistently pessimistic, particularly because of the crisis in the nine-nation EEC caused by Italy's import restrictions.

Shultz Takes Post With Bechtel Corp.

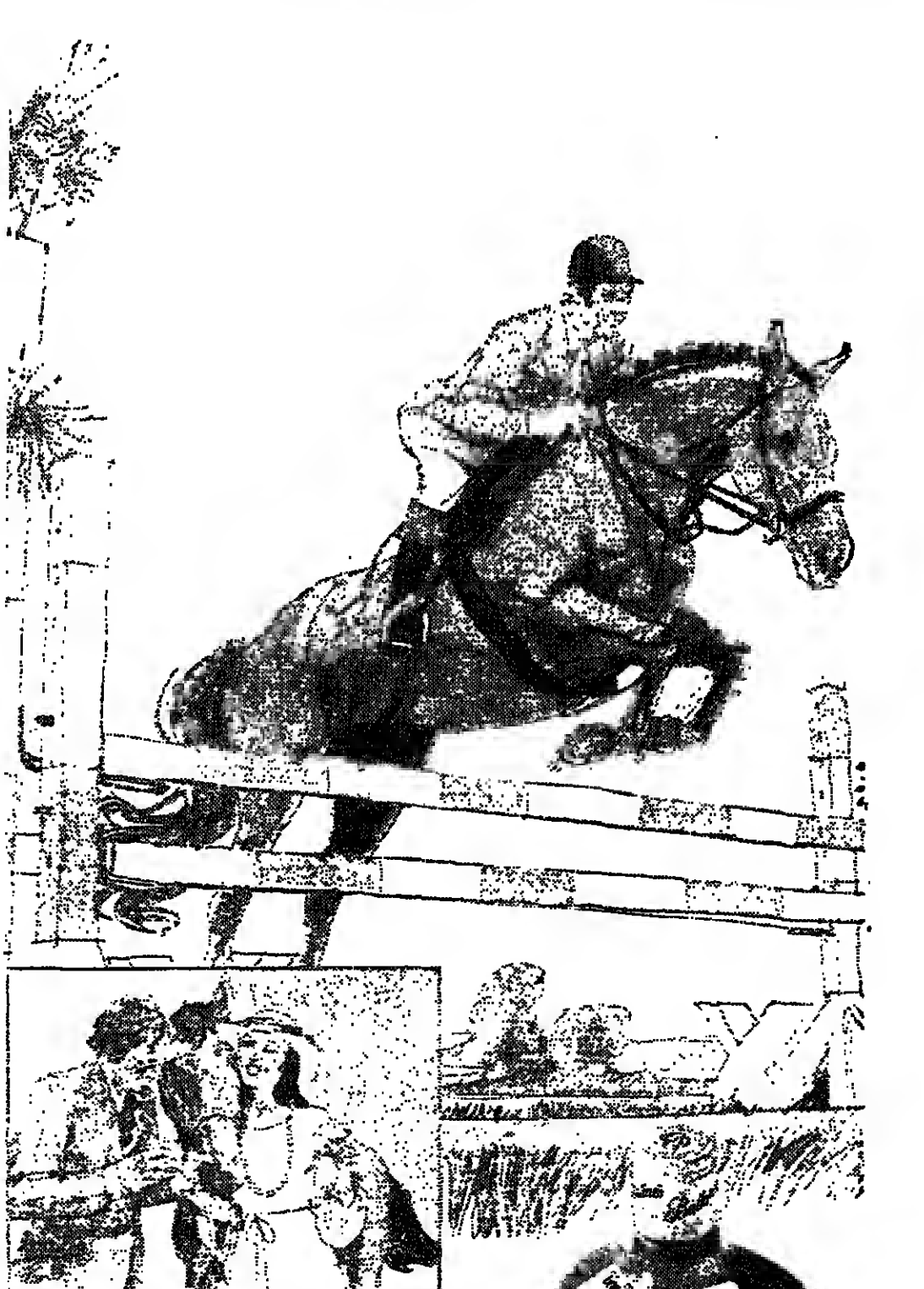
WASHINGTON, May 9 (AP)—George Shultz, former dean of President Nixon's cabinet, said today that he is assuming a top management position with Bechtel Corp., a large construction company based in San Francisco.

Mr. Shultz, who was the last remaining member of the President's original cabinet, officially ended his term as Treasury secretary yesterday. Mr. Shultz said he is starting on the Bechtel payroll immediately as a member of the board of directors and of the executive and finance committees, with the title of executive vice-president.

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## Heaviest Since 1930

Japan Pacific Coast Rocked  
By Quake; Two Known Dead

TOKYO, May 9 (UPI)—An earthquake struck Japan today, triggering landslides on the Pacific coast that buried homes and rocked buildings in Tokyo.

The police reported that at least two persons were killed, 27 were

missing and 73 others injured in the quake, the heaviest in Japan's Pacific region since 1930.

They said most of the casualties were reported in the small fishing town of Minami on the southern tip of the Izu Peninsula, about 100 miles southwest of Tokyo, where landslides destroyed or damaged 250 homes.

National railroad officials said the express trains that link Tokyo and Osaka in southwestern Japan were halted for several hours, stranding an estimated 240,000 passengers. National and local rail services were also affected, the officials said.

## Buildings Sway

In Tokyo, about 100 miles northwest of the quake's epicenter, buildings shook and swayed but no damage or casualties were reported.

The Meteorological Agency said the quake, which occurred at 5:33 a.m. (2333 GMT Wednesday), measured 8.8 on the open-ended Richter scale. It was the strongest to hit the Izu area since 1930, when an earthquake with an intensity of 7 left 273 persons dead or missing, the agency said.

The agency located the center of today's quake 12 miles below the Pacific Ocean floor about 40 miles off the Izu Peninsula. It was followed by a series of more than 80 after-shocks, the agency spokesmen said.

The police said rescue work on the peninsula was hampered by heavy rain. About 1,000 Defense Force troops were headed for the scene to help in the operations, they said.

Yoshiyuki Suzuki, 47, a town official in Minami, said in a telephone interview: "I've never seen such a bad earthquake in my life. . . About half the 70 houses in the Iruma district (of the town) were destroyed."

"A small mountain behind the Misaka post office in the neighboring Nakagiri district collapsed. . . (and) 27 people were missing," he said.

The police said the quake triggered a series of 23 landslides. Five homes were burned down in fires that followed the quake, they said.

Abducted Banker  
Sends Wife Note

PARIS, May 9 (Reuters)—The wife of Spanish banker Bilbao Suarez, who was kidnapped here Friday, said today that she had received a letter from her husband, asking her to follow the kidnapper's instructions.

"This was believed to be a reference to their demands—rejected by the Spanish government—for the freeing of a group of Spanish political prisoners and the publication by Spanish newspapers of anarchist texts," Mr. Suarez is manager of the Bank of Bilbao branch here.



INDIRECT APPROACH—Firemen direct a hose from the roof of neighboring house at a building that collapsed and burned in Minami, on the Izu peninsula of Japan, where an earthquake struck during yesterday morning.

## General, 53 Airmen Standing Trial in Chile

By Joseph Novitski

SANTIAGO, May 9 (UPI)—

Sergio Poblete, a retired general, was charged at a court-martial today with having incited sedition under the government of the late President Salvador Allende. He is one of 54 air force men being tried by the court-martial.

At the end of nearly three hours of argument, the former air force general's defense lawyer, challenged the prosecutor to "cite one single fact or direct testimony that proves the charges." The prosecutor demurred.

The government case was based entirely on depositions that quoted a political refugee, now in exile, as having said that Gen. Poblete would take command of a Santiago air force base after a planned assault by armed supporters of Mr. Allende.

The general, allegedly planned for September, 1973, a year before the military coup in which Mr. Allende died, never took place. In several depositions read in court, Gen. Poblete denied knowing anything of the alleged plot.

## Economic Executive

Yet the general, a 55-year-old career engineer officer in the Chilean Air Force, who retired in January, 1973, to serve the Allende government as an executive in its Economic Development Corporation, faced a possible sentence of five years in prison.

The general is the highest ranking defendant of the 54 being tried. The trial has already lasted four weeks. The court of six senior officers is also hearing the cases brought against 10 civilian supporters of President Allende. Each case is judged as it arises, but no sentences will be announced until the trial is complete.

In yesterday's court session, it was learned that Gen. Poblete had been under arrest since September, that he had given himself up voluntarily and that he had been held in solitary confinement for 97 days. After two former cabinet ministers had testified favorably on the general's character, the court dismissed him. He will await sentencing in Santiago's central jail, perhaps for as much as a month.

## Sentences Set for 5

SANTIAGO, May 9 (Reuters)—Five Chilean Socialists whose death sentences were commuted by military authorities three days ago have been sentenced instead to prison terms of 18 or 20 years, their lawyer said tonight.

The five were found guilty of

Turkish Post Hit  
By Iraqi Shells

ANKARA, May 9 (Reuters)—Turkish customs officials, soldiers and police have been evacuated from a frontier post after Iraqi artillery fired across the border during a heavy clash with Kurdish rebels.

Officials reported that 10 Iraqi shells exploded around Turkish customs buildings at the Habur Bridge crossing point last night. There were no casualties.

Turkey has protested twice over similar shelling incidents during the last 10 days in which three Turkish villagers have been killed.

Witnesses said last night's clash started when Kurdish Pesh Merga militia launched a surprise attack on Iraqi armored forces concentrated on the road between the Habur Bridge and the nearby town of Zakho.

Niger Starts to Get  
Major Food Relief

ROME, May 9 (AP)—Food is rolling into drought-stricken Niger by road and rail at the rate of 1,500 tons daily following the breakup of a severe transportation bottleneck, the UN's Food and Agriculture Organization announced.

Niger, the hardest hit of six African countries in the sub-Saharan area, requires on average 25,000 tons of grain a month. It received 13,000 tons last month.

## Refugees Blocked

SANTIAGO, May 9 (Reuters)—Chilean troops surrounded an Air France jet at Puduhuel Airport here tonight and forced five refugees to leave the plane.

The refugees—all Chileans—were returned to the Italian Embassy here, where they had sought asylum after the military coup. Six other refugees were allowed to leave.

Outspoken Priest Is Attracting  
Crowds to Church in Moscow

By Hedrick Smith

MOSCOW, May 9 (NYT)—A simple, low Russian church, tucked away on a side street in northeast Moscow, has in recent weeks become the focus of an unusual pilgrimage of young and old alike, attracted by the strikingly outspoken opinions of one of its priests, the Rev. Dmitri Dudka.

In a series of unprecedented sessions where he has answered questions from parishioners, the balding, white-haired priest has dared to speak out about Soviet prison camps, the limbo of the Orthodox Church establishment and informers within the church hierarchy.

In a church packed with curious and astonished listeners, Father Dmitri has applauded the scientific achievements of the Soviet regime but deplored what he considers the nation's moral and spiritual decline in the more than half-century of Soviet rule and vigorously proselytized for a return to faith.

Session Postponed  
Last Saturday night, he announced at the end of his regular sermon that the question-and-answer period had been postponed by order of Patriarch Pimen "until I speak with him."

More than half of the 500 to 600 persons who had crowded into the Little Church of St. Nicholas on Trebovshenskaya Street milled about in the twilight of the church courtyard for 45 minutes, waiting for a word from the priest.

Many of them were young persons, in their 20s and 30s, and bearded intellectuals. Some youths had secreted cassette recorders in briefcases to tape the session. Finally Father Dmitri emerged in his cassock and told them: "You have asked me questions and I have given you answers. There is nothing wrong in this."

Church attendance has soared since the question-answer sessions began after Christmas. In mid-April, he had anticipated the risk of alienating by authorities, noting that some people were saying that his statements were causing a sensation. "If this is considered a sensation," he remarked, "I can only say with sadness: 'Have priests stopped doing God's work?'"

Arrested in 1945  
The priest, a rather short, broad-faced man who wears rimless glasses, is in his early 50s. Churchgoers said he was born in a peasant family, fought in World War II and was arrested in 1945.

Pakistan Truck Crash  
RAWALPINDI, Pakistan, May 9 (AP)—More than 30 persons were believed killed and 34 injured yesterday when a truck carrying them crashed into a ravine in the Pakistani section of Kashmir, according to reports here.

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Study Finds Large Increase  
In Chinese Troops on Border

LONDON, May 9 (UPI)—The Soviet Union and China now have 45 divisions each along their 4,000-mile-long borders, the International Institute for Strategic Studies said today in its "Strategic Survey 1974."

This implies a considerable recent increase of forces on the Chinese side. The Russians have equipped their forces with the latest weapons for nuclear and non-nuclear operations, it said. The institute specializes in research on international security.

But the Soviet forces would have to be substantially reinforced if a major offensive were contemplated, the survey said. The Soviet command, it said, may realize that, while its strategic forces could inflict enormous damage on Peking's nuclear facilities, it cannot guarantee absolute success.

Some experts believe, the survey said, that the Chinese are able to retaliate. Others think that the numerical increase in the Chinese forces and dispersal of nuclear sites make it less certain that its potential could be eliminated.

In the event of a long war the outcome could not now be predicted, the survey said.

The institute also reported that Soviet advisers accompanied Syrian troops in the October war, on the scale of one a battalion, while others were with the staff.

A number of the Soviet advisers were killed, it said. Assessing the Middle East October war, the survey said that in initial attacks Syrian and Egyptian soldiers fought with determination and used their weapons with skill; in defense "they were resolute and cohesive."

But it said Syrian tanks were used poorly in mass frontal attacks against Israel's "excellent tank gunners," "excellent tank gunners."

There was little coordination between tanks and infantry and Egyptian armor seems to have been handled "indifferently" in attack, it said.

"Never in doubt was the continued superiority of the Israeli Air Force in all departments, the quality of the pilots and aircraft," it said. In ground-based

## Irish Scrap JFK Project

DUBLIN, May 9 (UPI)—The government said yesterday it has scrapped plans to build a concert hall as a memorial to the late U.S. President John F. Kennedy.

It cited economic grounds and said it soon would make public plans for another Kennedy memorial.

3 Blacks Plead  
Not Guilty to 3  
'Zebra' Murders

SAN FRANCISCO, May 9 (AP)—Three young black men pleaded not guilty today to charges that they murdered three of persons killed in a wave of racial street attacks on white known as the "Zebra" slayings.

Municipal Court Judge Agnes O'Brien Smith set bail at \$250,000 each for Manuel Moore, 28; Leroy Green, 22; and J.C. Simon, 23. She also tightened a restraining order on prejudicial publicity of the case.

Meanwhile, the informer who gave police information leading to the Zebra arrests was identified as Anthony Harris, a convicted burglar. The identification was made by the San Francisco Chronicle and John Muhammad, minister of Mosque No. 36 of the Nation of Islam.

Mr. Moore, Mr. Green and Mr. Simon are Black Muslims, and were four other men who were arrested May 1. The four later were released because of insufficient evidence.

The arrests climaxed the questioning of hundreds of young blacks in an unprecedented stop-and-search operation aimed at tracking down killers responsible for 20 attacks in San Francisco during a seven-month period.

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## Yamani Rejects Plan For IMF Loan Agency

By Bernard D. Nossiter  
LONDON, May 9 (AP).—Sheikh Ahmed Zaki Yamani, the oil Arab League minister, has rejected—at least for now—a plan to set up an international agency to control the world's oil supply, a move that would curtail the influence of the Organization of Petroleum Exporting Countries (OPEC).



Sheikh Ahmed Zaki Yamani, oil Arab League minister, has rejected—at least for now—a plan to set up an international agency to control the world's oil supply.

## Shell Profit Soars 177 Percent; Other Firms' Net Rises

LONDON, May 9 (Reuters).—The Royal Dutch Shell group today reported record profits during the first quarter of this year, with a 177 percent increase in profits over the same period of 1973.

But Shell said nearly half of this profit was "abnormal," being an estimate of earnings made from oil already in stock after heavy price increases were imposed last year by the oil-producing states.

The Anglo-Dutch group made profits totaling \$219 million during the first months of 1974, up 17 percent from the \$115 million earned in the same period of 1973.

## Bank Is Quitting Without Future Eurobond Market

LONDON, May 9 (AP-DJ).—Union de Banques Privées (Union of Private Banks) announced today that it will no longer make a market in Eurobonds.

In a statement, the board of directors said it considers that the Eurobond market is "without future." It said its decision takes into account the evolution of interest rates and the instability of the foreign exchange market.

Unibank, which started trading in Eurobonds about two and a half years ago, made a market mainly in straight Eurodollar bonds and in Draft of Account issues.

According to a spokesman, the Eurobond trading department was profitable in the first half of its financial year, ended September.

He said that the bank's Eurobond holdings had been mostly liquidated so that there was only "a very small" position left.

Unibank is owned by seven private banks, most of them Belgian.

Though Unibank expressed pessimism about the future of the Eurobond market, Williams, Ilyn & Co., the merchant bank subsidiary of the London clearing bank group, had previously disclosed that it intends to start making a market in Eurobonds at the end of the month.

At least two other institutions have also indicated that they will either start or expand Eurobond trading operations.

Nevertheless, high interest rates over the past 12 months have undoubtedly caused many trading operations to be unprofitable because of both a decline in value of bond inventories and higher costs of financing them.



Sheikh Ahmed Zaki Yamani, oil Arab League minister, has rejected—at least for now—a plan to set up an international agency to control the world's oil supply.

Sheikh Yamani dismissed out of hand the more ambitious proposal for monetary and oil price stability now being discussed in Washington by Harold Lever, the British cabinet minister and financial adviser to Prime Minister Harold Wilson.

Mr. Lever proposes that the United States and five other industrial nations collectively buy and distribute oil and serve as a lending agency financed by the surpluses of producer states.

"I have had a chance to look at the inside story," Sheikh Yamani said, "and I don't think the consumers will adopt this plan."

The oil minister also said he expects to negotiate a new deal this summer with the four American companies exploiting Saudi Arabia's oil. They are Exxon, Mobil, Standard of California and Texaco.

Their joint Saudi concern is Aramco, and it has already agreed to give the Saudis 25 percent of the company.

## U.S. Queries Gulf Claim on Oil Price Rise 'Probable Violation' Is Seen by Panel

WASHINGTON, May 9 (AP).—In the first action of its kind, the Federal Energy Administration yesterday challenged Gulf Oil Corp.'s claims of \$46.5 million in crude oil costs used as a basis for increased prices to consumers.

The sum involved is the largest in any enforcement action ever taken by the FEA or its predecessor agencies.

The FEA issued a "notice of probable violation" in connection with crude from Nigeria and Gabon, a Portuguese colony in West Africa, that Gulf bought from the foreign affiliates between October and January.

The agency said it does not know how much of the \$46.5 million Gulf may have recaptured through increased consumer prices.

The agency emphasized that the notice is a preliminary determination that a violation may have occurred, that Gulf has 10 days in which to file its side of the story and that a final determination awaits consideration of the company's response.

In a one-sentence statement, a Washington spokesman for Gulf said it "categorically denies that it has violated FEA regulations and states that it will work with the FEA to correct any misunderstanding on this matter."

The FEA regulations at issue allow only a dollar of price increase for a dollar of increased cost of imported crude, as computed by a company's customary and historical accounting procedures.

## FINANCIAL NEWS AND NOTES

### Fujitsu, Hitachi Form Joint Firm

Fujitsu and Hitachi, two of Japan's leading electronics firms, have decided to establish a joint venture to further consolidate their computer activities. They first agreed to affiliate their activities in computer peripherals in October 1971 under the administrative guidance of the Ministry of International Trade and Industry.

### Aquitaine to Acquire Drug Firm

France's Ste. Nationale des Petroles d'Aquitaine (SNPA) will acquire control of Castaigne, a major French pharmaceutical concern. The acquisition, favored by the board of Castaigne, will be carried out by Sanofi, SNPA's holding company which manages its pharmaceutical interests.

### Gain Is First in Six NYSE Sessions

## Dow Index Climbs 15 on Higher Volume

NEW YORK, May 9 (Reuters).—New York Stock Exchange prices attracted strong support today and closed higher for the first time in six sessions.

Part of the upturn was tied to a slowing in the rise in the wholesale price index in April and other encouraging comments on the outlook for prices.

Economist Milton Friedman also said he expects a gradual slowing of inflation over the next six to nine months.

Some analysts, however, observed that the constructive price index report did not take into account the lifting of wage-price controls and that the climb in prices could be expected to continue.

These analysts believed the gain on Wall Street stemmed largely from technical factors in a market that had become "deeply oversold the last several weeks."

The Dow Jones industrial average climbed 14.73 points to 857.77, gaining issues moderately outnumbered declines about 730 to 580.

Volume totaled 14.71 million shares compared with 11.85 million yesterday.

Combustion Engineering, among the volume leaders, spurred 8 points to 64 1/2 after having tumbled more than 20 points yesterday. Earlier in the week, it received adverse comment in a newspaper article.

### Company Reports

Anderson Clayton & Co.

	1974	1973
First Quarter Revenue (millions)	250.0	190.5
Profits (millions)	11.4	5.7
Per Share	1.80	0.89

	1974	1973
First Quarter Revenue (millions)	650.0	508.2
Profits (millions)	25.4	14.5
Per Share	4.05	2.24

Continental Airlines

	1974	1973
First Quarter Revenue (millions)	99.5	85.5
Profits (millions)	0.6	1.1
Per Share	0.05	—

Emerson Electric

	1974	1973
First Quarter Revenue (millions)	290.5	236.8
Profits (millions)	22.2	19.2
Per Share	0.81	0.71

Genesco

	1974	1973
First Quarter Revenue (millions)	292.4	307.4
Profits (millions)	3.4	-0.76
Per Share	0.17	-0.13

	1974	1973
First Quarter Revenue (millions)	916.6	949.9
Profits (millions)	17.65	11.76
Per Share	1.16	0.71

### Hoesch Returns to Profitability

Hoesch, the West German iron and steel firm, returned to profitability last year and contributed about 50 percent to Esel Hoesch-Roogovens' 1973 million guilders profit. Josef Fischer, chief executive of the Hoesch holding company and deputy chief executive of Esel, forecasts increased earnings at Esel and says that cooperation between the German and Dutch parts of the group has developed well.

### IVN Studies Acquiring Aris

IVN Corp., the large Philadelphia-based insurance and financial services holding company, is studying the acquisition of Aris, a 53 percent stock interest in Aris. It seems like an interesting company and maybe has a fit with us in our long-range plans," a spokesman says. But IVN must first get a very preliminary stage at this point, and we still haven't made any definite decision on whether to bid for the company and leasing concern. IVN must divest itself of its Aris holdings of Sept. 24 to comply with a 1961 consent decree with the Justice Department. The remaining 48 percent of Aris's stock is held by the public.

## Wholesale Prices Up 0.7% in U.S.

### Increase Is Slowed By Dip in Food Costs

WASHINGTON, May 9 (AP).—U.S. farm and food prices declined for the second consecutive month in April, slowing the overall rise in wholesale prices to its lowest rate in six months, the government said today.

The Labor Department said the wholesale price index rose a seasonally-adjusted seven-tenths of 1 percent in April. Unadjusted, the increase was five-tenths of 1 percent.

Though still substantial by normal standards, it was the first time in six months that prices have not risen by more than a full percentage point.

Wholesale prices rose an adjusted 1.3 percent in March and 1.3 percent in February, following spurts of 3.1 percent in January, 2.5 percent in December and 1.8 percent in November.

An adjusted 3 percent decline in farm and food prices last month was offset by sharp increases in a broad range of industrial commodities for the second consecutive month.

Industrial Prices Up  
Industrial prices, viewed as a more sensitive measure of inflation than food prices, advanced by an adjusted 2.3 percent in April following an increase of 2.9 percent in March.

Despite the smaller rate of increase last month, overall wholesale prices were 18.8 percent above a year ago. Farm and food prices were up 14.7 percent over the year and industrials up 20.7 percent.

Ford Sees Sharp Rise  
DETROIT, May 9 (AP-DJ).—Price increases on Ford Motor Co. 1975-model cars will be "substantial—hundreds of dollars," Henry Ford 2d said today.

Mr. Ford, speaking after the annual meeting, said the company does not plan further increases on 1974 models, although Ford still has about \$100 in unrecovered costs on each current model following a price increase yesterday.

## Zenith May Bid For Motorola's Illinois Factory

WASHINGTON, May 9 (AP-DJ).—Zenith Radio, which is seeking to block the sale of Motorola's television set business to Matsushita of Japan, apparently has offered to purchase some of the Motorola facilities in the Midwest, it was learned today.

Informed sources said John Nevin, president of Zenith, wrote to the anti-trust unit saying that Zenith is prepared to negotiate with Motorola for the purchase of its manufacturing plants in Illinois, but not Motorola's Quasar brand for TV sets, inventories or the company's distribution network.

Mr. Nevin said the government will amend the finance bill to lengthen the period to nine years out of 10 before such a former were treated for tax purposes as though he were British.

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**Salient figures from our Consolidated Balance Sheet as at December 31, 1973**

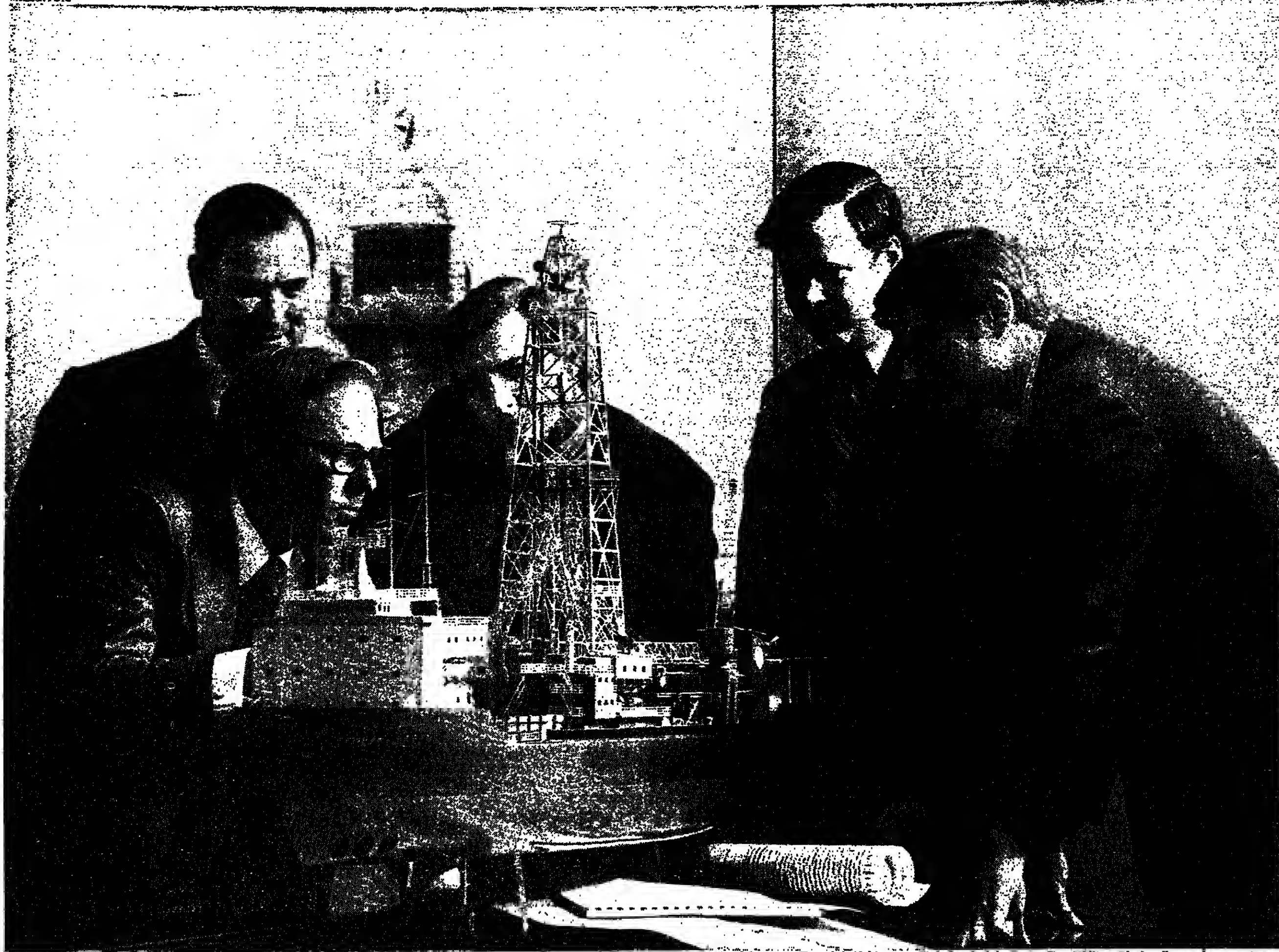
	in millions of DM	
	1973	1972
Balance sheet total	56 589	48 415
Total volume of loans	42 402	37 738
Loans extended on bills	3 493	4 578
Loans and advances to customers	21 168	18 736
Long-term loans under mortgage bank terms	10 845	9 355
Guarantees	4 796	3 295
Loans to banks	1 950	1 808
Bonds	17 43	16 696
Other securities — mainly marketable stocks	1 225	1 332
Deposits from customers	40 193	35 740
Sight deposits	6 663	6 513
Time deposits	12 312	10 095
savings deposits incl. savings certificates	10 514	8 288
Long-term loans obtained for mortgage bank transactions	10 704	9 839
Capital	1 643	1 477
Share capital	534	484
Published reserves incl. compensatory item	1 109	992

Auditor's confirmatory certificate not modified by  
any reservations has been issued. The annual ac-  
counts are to be published in the "Bundesanzeiger"  
(Federal Gazette) No. 97 on May 28, 1974.

1998, 1999, 2000, 2001, 2002, 2003, 2004, 2005, 2006, 2007, 2008, 2009, 2010, 2011, 2012, 2013, 2014, 2015, 2016, 2017, 2018, 2019, 2020, 2021, 2022, 2023, 2024, 2025, 2026, 2027, 2028, 2029, 2030, 2031, 2032, 2033, 2034, 2035, 2036, 2037, 2038, 2039, 2040, 2041, 2042, 2043, 2044, 2045, 2046, 2047, 2048, 2049, 2050, 2051, 2052, 2053, 2054, 2055, 2056, 2057, 2058, 2059, 2060, 2061, 2062, 2063, 2064, 2065, 2066, 2067, 2068, 2069, 2070, 2071, 2072, 2073, 2074, 2075, 2076, 2077, 2078, 2079, 2080, 2081, 2082, 2083, 2084, 2085, 2086, 2087, 2088, 2089, 2090, 2091, 2092, 2093, 2094, 2095, 2096, 2097, 2098, 2099, 2100, 2101, 2102, 2103, 2104, 2105, 2106, 2107, 2108, 2109, 2110, 2111, 2112, 2113, 2114, 2115, 2116, 2117, 2118, 2119, 2120, 2121, 2122, 2123, 2124, 2125, 2126, 2127, 2128, 2129, 2130, 2131, 2132, 2133, 2134, 2135, 2136, 2137, 2138, 2139, 2140, 2141, 2142, 2143, 2144, 2145, 2146, 2147, 2148, 2149, 2150, 2151, 2152, 2153, 2154, 2155, 2156, 2157, 2158, 2159, 2160, 2161, 2162, 2163, 2164, 2165, 2166, 2167, 2168, 2169, 2170, 2171, 2172, 2173, 2174, 2175, 2176, 2177, 2178, 2179, 2180, 2181, 2182, 2183, 2184, 2185, 2186, 2187, 2188, 2189, 2190, 2191, 2192, 2193, 2194, 2195, 2196, 2197, 2198, 2199, 2200, 2201, 2202, 2203, 2204, 2205, 2206, 2207, 2208, 2209, 2210, 2211, 2212, 2213, 2214, 2215, 2216, 2217, 2218, 2219, 2220, 2221, 2222, 2223, 2224, 2225, 2226, 2227, 2228, 2229, 2230, 2231, 2232, 2233, 2234, 2235, 2236, 2237, 2238, 2239, 2240, 2241, 2242, 2243, 2244, 2245, 2246, 2247, 2248, 2249, 2250, 2251, 2252, 2253, 2254, 2255, 2256, 2257, 2258, 2259, 2260, 2261, 2262, 2263, 2264, 2265, 2266, 2267, 2268, 2269, 2270, 2271, 2272, 2273, 2274, 2275, 2276, 2277, 2278, 2279, 2280, 2281, 2282, 2283, 2284, 2285, 2286, 2287, 2288, 2289, 2290, 2291, 2292, 2293, 2294, 2295, 2296, 2297, 2298, 2299, 2300, 2301, 2302, 2303, 2304, 2305, 2306, 2307, 2308, 2309, 2310, 2311, 2312, 2313, 2314, 2315, 2316, 2317, 2318, 2319, 2320, 2321, 2322, 2323, 2324, 2325, 2326, 2327, 2328, 2329, 2330, 2331, 2332, 2333, 2334, 2335, 2336, 2337, 2338, 2339, 2340, 2341, 2342, 2343, 2344, 2345, 2346, 2347, 2348, 2349, 2350, 2351, 2352, 2353, 2354, 2355, 2356, 2357, 2358, 2359, 2360, 2361, 2362, 2363, 2364, 2365, 2366, 2367, 2368, 2369, 2370, 2371, 2372, 2373, 2374, 2375, 2376, 2377, 2378, 2379, 2380, 2381, 2382, 2383, 2384, 2385, 2386, 2387, 2388, 2389, 2390, 2391, 2392, 2393, 2394, 2395, 2396, 2397, 2398, 2399, 2400, 2401, 2402, 2403, 2404, 2405, 2406, 2407, 2408, 2409, 2410, 2411, 2412, 2413, 2414, 2415, 2416, 2417, 2418, 2419, 2420, 2421, 2422, 2423, 2424, 2425, 2426, 2427, 2428, 2429, 2430, 2431, 2432, 2433, 2434, 2435, 2436, 2437, 2438, 2439, 2440, 2441, 2442, 2443, 2444, 2445, 2446, 2447, 2448, 2449, 2450, 2451, 2452, 2453, 2454, 2455, 2456, 2457, 2458, 2459, 2460, 2461, 2462, 2463, 2464, 2465, 2466, 2467, 2468, 2469, 2470, 2471, 2472, 2473, 2474, 2475, 2476, 2477, 2478, 2479, 2480, 2481, 2482, 2483, 2484, 2485, 2486, 2487, 2488, 2489, 2490, 2491, 2492, 2493, 2494, 2495, 2496, 2497, 2498, 2499, 2500, 2501, 2502, 2503, 2504, 2505, 2506, 2507, 2508, 2509, 2510, 2511, 2512, 2513, 2514, 2515, 2516, 2517, 2518, 2519, 2520, 2521, 2522, 2523, 2524, 2525, 2526, 2527, 2528, 2529, 2530, 2531, 2532, 2533, 2534, 2535, 2536, 2537, 2538, 2539, 2540, 2541, 2542, 2543, 2544, 2545, 2546, 2547, 2548, 2549, 2550, 2551, 2552, 2553, 2554, 2555, 2556, 2557, 2558, 2559, 2560, 2561, 2562, 2563, 2564, 2565, 2566, 2567, 2568, 2569, 2570, 2571, 2572, 2573, 2574, 2575, 2576, 2577, 2578, 2579, 2580, 2581, 2582, 2583, 2584, 2585, 2586, 2587, 2588, 2589, 2590, 2591, 2592, 2593, 2594, 2595, 2596, 2597, 2598, 2599, 2600, 2601, 2602, 2603, 2604, 2605, 2606, 2607, 2608, 2609, 2610, 2611, 2612, 2613, 2614, 2615, 2616, 2617, 2618, 2619, 2620, 2621, 2622, 2623, 2624, 2625, 2626, 2627, 2628, 2629, 2630, 2631, 2632, 2633, 2634, 2635, 2636, 2637, 2638, 2639, 2640, 2641, 2642, 2643, 2644, 2645, 2646, 2647, 2648, 2649, 2650, 2651, 2652, 2653, 2654, 2655, 2656, 2657, 2658, 2659, 2660, 2661, 2662, 2663, 2664, 2665, 2666, 2667, 2668, 2669, 2670, 2671, 2672, 2673, 2674, 2675, 2676, 2677, 2678, 2679, 26



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Morgan officers meet in Paris on an energy-related financing. From left, Fabian von Hofe, head of the Paris office; William Blackwell, petroleum engineer, New York; David Band, energy group head, London; William Barrett, energy-projects finance manager, New York; Michel Girard, general banking, Paris.

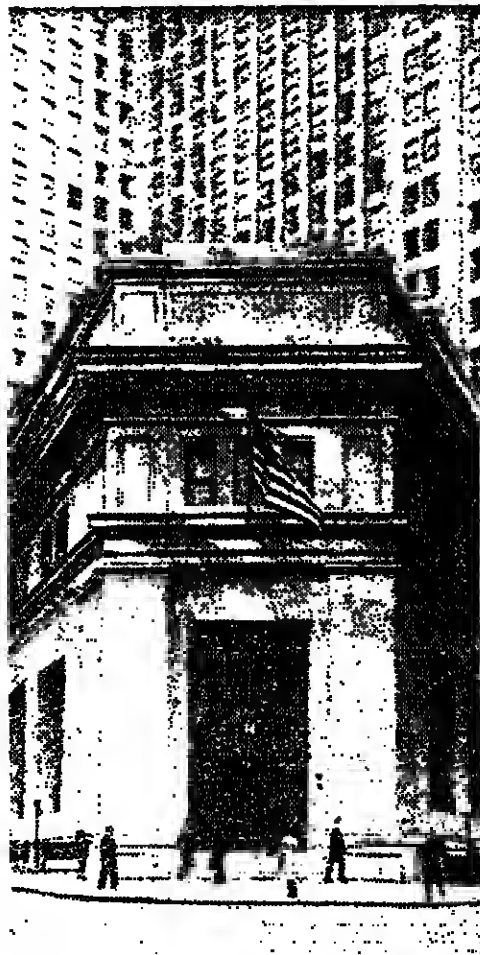
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DM 1,166 million	Bills and advances	DM 1,099 million
DM 90 million	Capital	DM 90 million
DM 5,099 million	Consolidated balance sheet total	DM 5,481 million

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42	Yesterday.	96.45	88.23
86	Previous..	96.40	88.23



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